This Negative Declaration (ND) has been prepared by the California State Lands Commission (CSLC), as lead agency under the California Environmental Quality Act (CEQA) (Pub. Resources Code, § 21000 et seq.), to analyze and disclose the environmental effects associated with the CSLC Proposed Sale of School Lands in Imperial County (Project). The Project would authorize the CSLC to sell two parcels within a 640-acre parcel of School Lands (Section 36 of Township 10 South, Range 14 East, San Bernardino Meridian)* located in the central basin of the Colorado Desert, 2 miles east-northeast of Niland, Imperial County. Niland is a small community on the southeast side of the Salton Sea, approximately 80 miles southeast of Palm Springs and 19 miles north of Brawley. The parcel is accessed via Beal Road, which heads east from Niland's Main Street and traverses the property in a southwest-northeast direction. The Project area is located on the U.S. Geological Survey 7.5' Iris Wash and Iris quadrangle maps (Figure ES-1).

The CSLC prepared an ND because, while the Initial Study identified a potentially significant impact related to the Project, after analysis of all the facts and circumstances, CSLC staff believes the Project would have a less than significant impact on the environment.

PROPOSED PROJECT

The CSLC proposes to partition a 640-acre School Lands parcel (Assessor's Parcel Number 003-240-005) to facilitate the sale of three smaller parcels, referred to as the "Slab City," "Salvation Mountain," and "East Jesus" parcels. The CSLC currently has applications to purchase all three parcels. Table ES-1 provides information on each parcel (see also Figure ES-2).

 Table ES-1.
 Proposed Parcels within 640-Acre School Lands Parcel

| Parcel Name | Reference # | Size | Prospective Buyer |
|--------------------|-------------|-----------|---------------------------|
| Slab City | SA 5768 | 450 acres | Slab City Community Group |
| Salvation Mountain | SA 5769 | 160 acres | Salvation Mountain Inc. |
| East Jesus | SA 5771 | 30 acres | Chasterus Foundation |

^{*} School Lands were granted to the State of California by the federal government under the Act of March 3, 1853 (10 Stat. 244) for the purpose of supporting public education in California, and consisted of the 16th and 36th sections of land in each township (with the exceptions of lands reserved for public use, lands taken by private land claims, and lands known to be mineral in character). Title to the lands vested in the State upon approval of the U.S. Township Survey Plats (subject to the exceptions described above). School lands were placed into a statutory trust in 1984 when the State Legislature approved the School Land Bank Act (Act), created the School Land Bank Fund (SLBF), and designated the CSLC as trustee of the SLBF. The Act directs that school lands be proactively managed and enhanced to provide for an economic base in support of the public school system.

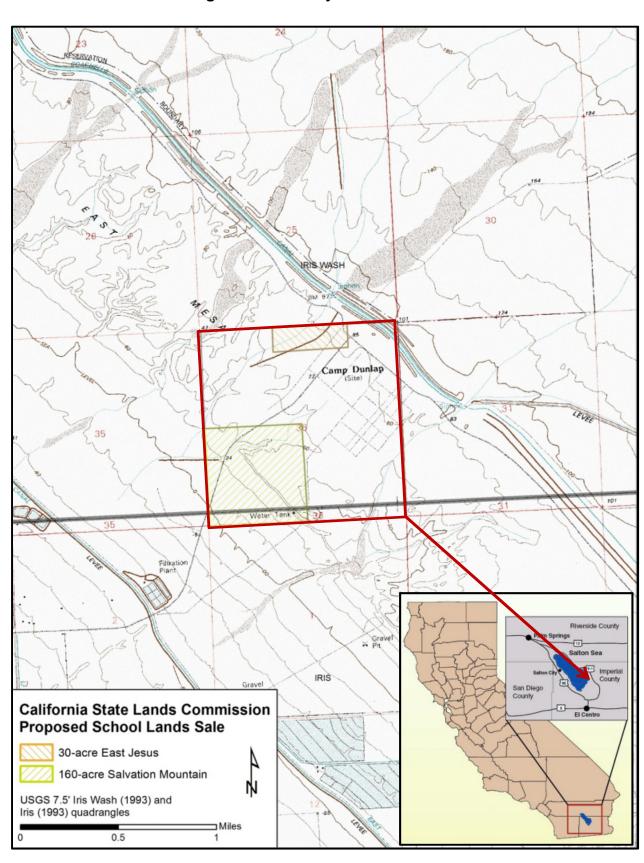


Figure ES-1. Project Site Location

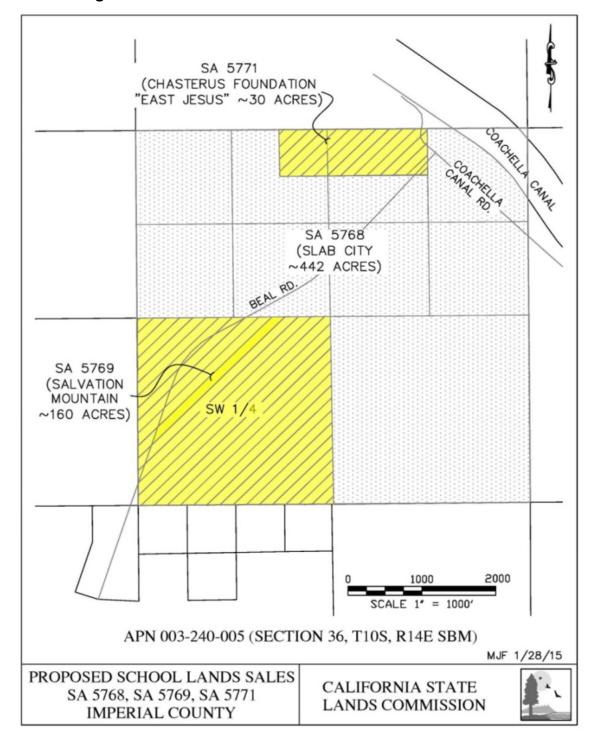


Figure ES-2. Salvation Mountain and East Jesus Parcels

- 1 Prospective buyers are: (1) Slab City Community Group, a nonprofit group comprised of
- 2 a number of residents of Slab City; (2) Salvation Mountain Inc., a nonprofit organization
- 3 formed in 2011 to support Salvation Mountain located in the southwest quarter of the
- 4 640-acre parcel; and (3) Chasterus Foundation, a nonprofit organization that operates
- 5 an art installation known as "East Jesus."

- 1 This ND analyzes the sale of only the Salvation Mountain and East Jesus School Land
- 2 parcels. The potential sale by the CSLC of the 450-acre Slab City parcel will be subject
- 3 to a separate environmental analysis in the future.

4 EXISTING CONDITIONS

- 5 The Project area includes the former Camp Dunlap, a 631-acre U.S. Marine Corps base
- 6 that operated in the Project area during World War II. After the war, the camp was no
- 7 longer needed for military purposes and was deactivated. In 1961, the property was
- 8 quitclaimed back to the State of California. In the mid-1960s, a few individuals began to
- 9 establish residences on the cement foundations that remained from Camp Dunlap.
- 10 Homes included buildings constructed of plywood, discarded lumber, and other
- 11 materials that remained from the dismantling of Camp Dunlap, as well as mobile homes
- 12 and recreational vehicles. The small community became known as Slab City.
- 13 Clean-up operations on the former Camp Dunlap site are the responsibility of the U.S.
- 14 Army Corps of Engineers (USACE) since the site is part of the Formerly Used Defense
- 15 Sites (FUDS) program. Prior to conducting the biological and cultural surveys for this
- ND, a visual unexploded ordinance (UXO) sweep was performed at the 30-acre East
- 17 Jesus and 160-acre Salvation Mountain sites in August 2015 by
- 18 Engineering/Remediation Resources Group under contract to the CSLC. The visual field
- 19 survey in the East Jesus site identified one MK 76 practice bomb, two inert training
- 20 smoke grenades, two MK 76 practice bomb fins, and numerous small arms brass.
- 21 These items were left in place because they did not pose an explosive hazard and were
- 22 incorporated into artwork. The visual field survey within the Salvation Mountain site did
- 23 not reveal any hazardous ammunitions or explosives. (See Appendix A, Environmental,
- 24 Cultural, and Other Clearance Surveys, for additional information on the UXO survey.)
- 25 The USACE estimates that some FUDS Program-listed sites could take until 2085 or
- 26 beyond to cleanup. (See FUDS Frequently Asked Questions at: www.usace.army.
- 27 /Missions/Environmental/FormerlyUsedDefenseSites/FrequentlyAskedQuestions.aspx.)
- 28 Located near Slab City are Salvation Mountain and the art installation called East
- 29 Jesus. Salvation Mountain is a 50-foot-tall structure built into a hillside starting in the
- and paint. In 1990, the original structure collapsed,
- and construction began on a new structure. Salvation Mountain Inc. currently maintains
- 32 this structure. The East Jesus site initially consisted of sculptures and art cars, and later
- 33 grew to include dozens of art installations made from discarded materials and a
- compound housing a few occupants. Chasterus Foundation currently operates the East
- 35 Jesus art installation. Current activities within the Salvation Mountain and East Jesus
- 36 parcels will continue to occur and are identified as baseline conditions. The Project does
- 37 not include any construction or ground-disturbing activities. Any other future potential
- 38 uses are speculative at this time.

1 ENVIRONMENTAL IMPACTS

- 2 The environmental factors checked below in Table ES-2 would be potentially affected
- 3 by this Project; a checked box indicates that one impact would be a "Potentially
- 4 Significant Impact," as detailed in Section 3 of this ND.

Table ES-2. Environmental Issues and Potentially Significant Impacts

| Aesthetics | Agriculture and Forest Resources | ☐ Air Quality |
|--------------------------|---|---|
| ☐ Biological Resources | ☐ Cultural Resources | ☐ Geology and Soils |
| Greenhouse Gas Emissions | Hazards and Hazardous Materials | Hydrology and Water Quality |
| ☐ Land Use and Planning | ☐ Mineral Resources | ☐ Noise |
| ☐ Population and Housing | ☐ Public Services | ☐ Recreation |
| ☐ Transportation/Traffic | Utilities and Service Systems | |

5

PAGE INTENTIONALLY LEFT BLANK